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Incoming 20150032

cc Mary Ann
Patsy
Pam
Karl

Bureau of Land Management

Utah State Office, Lands & Minerals Division
440 West 200 South, Suite 500
Salt Lake City, UT 84101
Phone: 801-539-4080 Fax: 801-539-4260

Fax Cover Sheet

To: P. Grubay-LittigFAX No: 355-3940From: J. McKenziePhone: 539-4080Date: ²⁵20 Sep 2007Number of Pages including cover sheet: 1 + 2

Subject: _____

Remarks: _____

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DIV. OF OIL, GAS & MINING

BLM

**United States Department of the Interior****BUREAU OF LAND MANAGEMENT**

Utah State Office
P.O. Box 45155
Salt Lake City, UT 84145-0155
<http://www.blm.gov>



In Reply Please Refer To:
UTU-78593
(UT-923)

September 25, 2007

Certified Express Mail – Return Receipt Requested
Certificate No.

Andalex Resources, Inc.
c/o Mr. David Hibbs
Manager of Engineering
UtahAmerican Energy, Inc.
PO Box 902
Price, Utah 84501

Mr. Lance Lee
Intermountain Power Agency
10653 S. River Front Parkway, Suite 120
South Jordan, Utah 84095

MODIFICATION OF NOTICE AND ORDER

Re: Cessation of Operations to Temporarily and Fully Idle the South Crandall Mine (coal mining lease UTU-78953)

43 CFR 3481.1(c): The operator shall adequately protect the recoverable coal reserves upon abandonment.

43 CFR 3486.3(c): If in the judgment of the authorized officer, the operator fails to comply with the rules, terms and conditions of the Federal lease which threaten serious damage to the mine, he shall order the immediate cessation of such activities.

43 CFR 3484.1(c)(7): The abandonment of a mining area shall require the approval of the authorized officer.

Pending a submittal requesting a temporary interruption in coal severance in the South Crandall Mine:

- o the mine shall be continuously mechanically ventilated,
- o the mine shall be kept accessible to BLM personnel,
- o coal production shall not be performed, including in the non-Federal areas of the mine, and
- o the integrity of the underground entries and surface openings shall be maintained and preserved.

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Should Andalex Resources Inc. commence removal of equipment in the non-Federal portions of the South Crandall Mine, the removal of this equipment will not be a factor in present or future economic or financial valuations of coal lease UTU-78953.

This MODIFIED ORDER is in effect immediately from date of receipt by each lessee. The MODIFIED ORDER shall remain in force until such time as a plan for the mines is presented to BLM and approved by BLM. If you believe that you may not be able to fully comply with any part of this MODIFIED order, contact this office immediately.

If you have any questions please call me at 801-539-4037 or Jeff McKenzie at 801-539-4038.

Sincerely,



Kent Hoffman
Deputy State Director, Land & Mineral Resources

cc:

Mr. Dave Shaver
Registered Agent
UtahAmerican Energy, Inc.
PO Box 902
Price, Utah 84501

BLM Price Field Office (PFO)

Utah State Institutional Trust Lands (Mr. Tom Faddies)
675 East 500 South, Suite 500, Salt Lake City, Utah 84102

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